NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

such part of the leased premises

## PAID UP OIL AND GAS LEASE (No Surface Use)

Linda Cuttrell, a.k.a Linda Biyant, Individually and as Trustee for Windy Bryant

DALE PROPERTY SERVICES	108 Collinsville 7	O Delles Town 75204 and as	see. All printed portions of this lease were pr	as Lessor,
ereinabove named as Lessee, but at	other provisions (including the complete	U Dallas Texas /5201, as Les	isee. All printed portions of this lease were pr ared inintly by Lessor and Lessee	epared by the party
In consideration of a cash escribed land, hereinafter called leas	bonus in hand paid and the covenar	ts herein contained, Lessor he	reby grants, leases and lets exclusively to L	essee the following
2.768 ACRES OF LAND	, MORE OR LESS, BEING L	OT(S) 31	, BLOCK_	53
IV Is Counting He	ights tast ()ni+ No.4	COUNTY TEVAS ASS	ADDITION, AN ADDITION TO	THE CITY OF
N VOLUME	, PAGE <u>88</u>	OF THE PLAT RI	, BLOCK _ ADDITION, AN ADDITION TO CORDING TO THAT CERTAIN PLA ECORDS OF TARRANT COUNTY,	TEXAS.
eversion, prescription or otherwise), ubstances produced in association ommercial gases, as well as hydroc and now or hereafter owned by Less essor agrees to execute at Lessee's	for the purpose of exploring for, devi- therewith (including geophysical/seis arbon gases. In addition to the above or which are contiguous or adjacent to request any additional or supplements	eloping, producing and marketing mic operations). The term "ginglesses the bidescribed leased premises, thing the above-described leased profit instruments for a more completed.	uding any interests therein which Lessor may be go it and gas, along with all hydrocarbon ar as" as used herein includes helium, carbon se lease also covers accretions and any small emises, and, in consideration of the aforements or accurate description of the land so covere the deemed correct, whether actually more o	id non hydrocarbon dioxide and other strips or parcels of ationed cash bonus, ed. For the purpose
s long thereafter as oil or gas or othe		in force for a primary term of	Five ( 5 )years from the leased premises or from lands pooled there	
eparated at Lessee's separator faci essor at the wellhead or to Lessor's ewellhead market price then prevalling price) for production of severance, or other excise taxes and ave the continuing right to purchase en prevailing in the same field, there earest preceding date as the date or the leased premises or lands pooled by draulic fracture stimulation, but such e producing in paying quantities for the leased premises or lands pooled by draulic fracture stimulation, but such e producing in paying quantities for the leased premises or lands pooled by Lessee, then Lessee side epository designated below, on or but the same from another well or wells on a fauch operations or production. Lessee from another well or wells on a fauch operations or production. Lessee shall constayment hereunder, Lessor shall, at the same or lands pooled therewith, ursuant to the provisions of Parage evertheless remain in force if Lessee or lands poole the leased premises or lands poole enter to the provision of parage evertheless remain in force if Lessee or lands poole enter to the provisions of Parage evertheless remain in force if Lessee extended the provision of the provision of the parage evertheless remain in force if Lessee extended to the provision of the provi	the revealty shall be free the royalty shall be free the red the royalty shall be free the red the royalty shall be free the red the royalty shall be free the royalty shall be free the royalty of the proceeds realize the costs incurred by Lessee in delive such production at the prevailing well the ninth enearest field in which there is the which Lessee commences its purchast the rewith are capable of either producing well or wells are either shut-in or protect the end of said 90-day period and is not being sold by Lessee, provided the leased premises or lands pooled the leased premises or lands pooled the leased premises or lands pooled the leased premises of changes to Lessor or to the depository by deportute proper payment. If the depository to the proper payment is regardless of changes to Lessor or to the depository by deportute proper payment. If the depository to the proper payment of the depository by deportute proper payment. If the depository is all production (whether or not in raph 6 or the action of any government of the rewith within 90 days after comply time thereafter, this lease is not of brain or restore production therefrom, but the days, and if any such operation is from the leased premises or lands pool is to formations then capable of product drainage by any well or wells located	from facilities, provided that Less oo such price then prevailing in (including casing head gas); ed by Lessee from the sale ther ring, processing or otherwise may ead market price paid for produs such a prevailing price) pursuar ses hereunder; and (c) if at the eng oil or gas or other substance duction there from is not being siff for a period of 90 consecutive or acre then covered by this leas of therefore each at that if this lease is otherwise therewith, no shut-in royalty shall render Lessee liable for red to Lessor or to Lessor's created to Lessor or to Lessor's created to Lessor in the Ownership of said land. All sit in the US Mails in a stamped of should liquidate or be succeed roper recordable instrument namill which is incapable of producing paying quantities) permanently ental authority, then in the every an existing well or for drilling a lection of operations on such dry terwise being maintained in force this lease shall remain in force so result in the production of oil cooled therewith as a reasonably pricing in paying quantities on the	the to Lessor as follows: (a) For oil and other see shall have the continuing right to purchase the same field, then in the nearest field in whand all other substances covered hereby, the eof, less a proportionate part of ad valorem arketing such gas or other substances, provide the to comparable purchase contracts entered and of the primary term or any time thereafter of so covered hereby in paying quantities or such bold by Lessee, such well or wells shall neverthed all of the primary term or any time thereafter of so covered hereby in paying quantities or such bold by Lessee, such well or wells shall neverthed all of the payment to be made to Lessor or to Lonniversary of the end of said 90-day period with the end of the 90-day period next or the amount due, but shall not operate to term dit in at lessor's address above or its such payments or tenders may be made in current envelope addressed to the depository or to the did you another institution, or for any reason failling another institution as depository agent to right in additional well or for otherwise being maintain additional well or for otherwise being maintain additional well or for otherwise obtaining or hole or within 90 days after such cessation of the but Lessee is then engaged in drilling, revolution of a well capable of producing in paying quantities or producing in paying quantities or lands pooled therewith, ewith. There shall be no covenant to drill experience.	Lessee's option to a such production at nich there is such a he royalty shall be xes and production, and that Lessee shall lere is no such price into on the same or one or more wells on wells are waiting on leless be deemed to ion there from is not cessor's credit in the hile the well or wells ion is being sold by to following cessation ninate this lease. Cessors, which shall by, or by check or by the Lessor at the last or refuse to accept receive payments. Thole") on the leased of unit boundaries the inforce it shall restoring production. If at working or any other are prosecuted with its long thereafter as uantities hereunder, imiliar circumstances or (b) to protect the
lepths or zones, and as to any or a proper to do so in order to prudently init formed by such pooling for an orizontal completion shall not excee completion to conform to any well sport the foregoing, the terms "oil well" prescribed, "oil well" means a well with the foregoing, the terms "oil well" prescribed, "oil well" means a well with the term "horizontal equipment; and the term "horizontal expression, and the term "horizontal expression, drilling or reworking operations on the leased prescribed or permitted by this lease a dessee. Pooling in one or more instruction, drilling or reworking operations on the leased prescribed or permitted by the governaking such a revision, Lessee shall eased premises is included in or exceed adjusted accordingly. In the abset the terms that the terms the constitution of the property that the terms t	but not the obligation to pool all or an II substances covered by this lease, a develop or operate the leased premised well which is not a horizontal comple of 640 acres plus a maximum acreage acing or density pattern that may be pland "gas well" shall have the meaning than initial gas-oil ratio of less than 10 24-hour production test conducted un completion" means an oil well in whice pooling rights hereunder, Lessee sharations anywhere on a unit which incompletion which incompletion to the total conducted in the unit bears to the total contraction or both, either before mental authority having jurisdiction, file of record a written declaration declared from the unit by virtue of such report and the soft production in paying quantities and the of termination and the soft production in paying quantities and the of termination.	either before or after the commes, whether or not similar pooling tion shall not exceed 80 acres p tolerance of 10%; provided that rescribed or permitted by any gos prescribed by applicable law to 0,000 cubic feet per barrel and "der normal producing condition hich the horizontal component of the horizontal component of the horizontal component of the lean which Lessor's royalty is calculated all gross acreage in the unit, being rights hereunder, and Lesse or after commencement of productive scribing the revised unit and statevision, the proportion of unit profrom a unit, or upon permanent of productive personal personal part contents.	r interest therein with any other lands or interencement of production, whenever Lessee de authority exists with respect to such other landus a maximum acreage tolerance of 10%, an a larger unit may be formed for an oil well or governmental authority having jurisdiction to do not the appropriate governmental authority, or, gas well" means a well with an initial gas-oil rais using standard lease separator facilities of the gross completion interval in facilities of the gross completion interval in facilities of the gross completion interval in the reservoir ation describing the unit and stating the effect of the gross shall be treated as if it were plated shall be that proportion of the total unit ut only to the extent such proportion of unit per shall have the recurring right but not the oblination, in order to conform to the well spacing acreage determination made by such governing the effective date of revision. To the extencessation thereof, Lessee may terminate the ustitute a cross-conveyance of interests.	terns it necessary or idds or interests. The ds or interests. The ds or a gas well or a gas well or a gas well or horizontal so. For the purpose if no definition is so atio of 100,000 cubic or equivalent testing exceeds the vertical tive date of pooling exceeds the vertical tive date of pooling eroduction, drilling of production which the production is sold by igation to revise any gor density pattern mental authority. In the any portion of the under shall thereafted in the production of the linder shall the production of the linder shall thereafted in the linder shall the production of the linder shall the l

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferree to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of e area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, store, treat and/or transport production. Lessee may use in such operations, tree or cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at a reasonable time the reader.

now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof.

Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from 12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and time after said judicial determination that a breach or default and lessee fails to the so

there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved. Lessee has been furnished satisfactory evidence that such claim has been resolved.

Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

operations

operations.

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on mark conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to after the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

LESSOR (WHETHER ONE OR MORE)

Sunda Sultell

By: Linda Luttrell, a.k.a Linda Bryant By: Linda Luttrell, a.k.a Linda Boyant

**ACKNOWLEDGMENT** 

STATE OF 12x95

COUNTY OF Taccount

This instrument was acknowledged before me on the by: Linda Luttrell, a. Ea. Linda Bryant

\_day of \_\_\_\_<u>Auc\_us+</u>-

CLINTON IRVEN THURMON Notary Public, State of Texas My Commission Expires October 03, 2010

Notary Public, State of <u>アペン</u>ペア Notary's name (printed) Notary's commission expires:

STATE OF 1-exes

COUNTY OF

\_day\_of\_

, 2009,

COUNTY OF Terrant
This instrument was acknowledged before me on the 17 by: Cinda Cutterll, a.k.s. Cinda Biyant, as Trustee

CLINTON IRVEN THURMON Notary Public, State of Texas My Commission Expires October 03, 2010

Notary Public, State of 1-eyes Notary's name (printed): Notary's commission expires:



## DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

**DALLAS** 

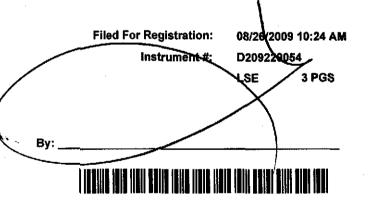
TX 75201

Submitter: DALE RESOURCES LLC

## SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

## <u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

\$20.00



D209229054

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

Printed by: CN